

1		BEFORE THE	
2		ILLINOIS COMMERCE COMMISSION	
3	IN THE MATTER OF:)	
)	
4	North Shore Gas Company and)	
	Peoples Gas Light and Coke)	
5	Company. Petition to review)	
	affiliate interactions with)	Consolidated
6	Peoples Energy Home Services)	Nos. 12-0273
	pursuant to January 10, 2012)	13-0612
7	rate order,)	
)	
8	AND)	
)	
9	Illinois Commerce Commission)	
	on its own motion)	
10	vs.)	
	North Shore Gas Company and)	
11	Peoples Gas Light and Coke)	
	Company.)	
12	Investigation into)	
	interactions with affiliates.)	
13)	
14			
	Chicago, Illinois		
15	March 25, 2015		
16	Met, pursuant to notice, at 11:00.		
17	BEFORE:		
18	Judge Jorgenson, Administrative Law Judge		
19	APPEARANCES:		
20	PEOPLES GAS LIGHT & COKE COMPANY, by		
	MS. MARY KLYASHEFF		
21	200 East Randolph		
	Chicago, Illinois 60601		
22			

1 APPEARANCES (CONTINUED):

2 ILLINOIS COMMERCE COMMISSION, by
3 MR. JOHN FEELEY
4 MS. KELLY TURNER
5 160 N. Randolph Street
6 Suite C-800
7 Chicago, Illinois 60601
8 for ICC Staff.

9
10 SULLIVAN REPORTING COMPANY, by
11 Carla L. Camilieri, CSR
12 License No. 084-003637
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I N D E X

Witnesses: Direct Cross Re-direct Re-cross By Judge
(None)

E X H I B I T S

<u>Number</u>	<u>For Identification</u>	<u>In Evidence</u>
Staff 1.0 revised with Attachments, 2.0 with attachments, 3.0 with attachments and 3.1.....		37
Staff Cross-Exhibits Nos. 1 through 4.		38
NS/PGL Exhibits 7.0, 1.0, 6.0 with 6.1, 6.2, 6.3, 8.0, with 8.1. 5.0 with 2.0, 2.1, 3.0, 4.0 and 9.0, 10.0, 11.0, 12.0, 13.0.....		40

1 JUDGE JORGENSEN: Pursuant to the direction of
2 the Illinois Commerce Commission, I now call Docket
3 12-0273. This is North Shore Gas Company and Peoples
4 Gas Light and Coke Company. This is a petition to
5 review affiliate interactions with Peoples Energy
6 Home Services pursuant to January 10, 2012 rate
7 order.

8 I also call Docket 13-0612. This is
9 Illinois Commerce Commission on its own motion versus
10 North Shore Gas Company and Peoples Gas Light and
11 Coke Company. This is an investigation into
12 interactions with affiliates. These dockets are
13 consolidated.

14 May I have the appearances for the
15 record please. Begin with the Company.

16 MS. KLYASHEFF: Appearing for North Shore Gas
17 Company and The Peoples Gas Light and Coke Company,
18 Mary Klyasheff, 200 East Randolph, Chicago, Illinois
19 60601.

20 MS. TURNER: Appearing on behalf of staff
21 witnesses of the Illinois Commerce Commission, Kelly
22 Turner and John Feeley, 160 North LaSalle Street,

1 Suite C-800, Chicago, Illinois 60601.

2 JUDGE JORGENSEN: Okay. There are no further
3 appearances today.

4 It's my understanding that there is no
5 cross-examination for any witnesses and the parties
6 would like to go go ahead and enter prefiled
7 testimony into the record.

8 We will begin with that.

9 Staff?

10 MR. FEELEY: Sure.

11 I will be handling Staff's case.

12 Staff filed on E-docket on August 28th, 2014, the
13 confidential and public revised direct testimony of
14 David Sackett. It's been marked for identification
15 as Staff Exhibit 1.0 revised. And again, that's
16 confidential and public. It consists of a cover
17 page, approximately 80 pages of question and answers
18 and Attachments A through T, U, public and
19 confidential. B, W, public and confidential. X
20 through Z and double A through AN, as in Nancy.

21 Staff also filed on E-docket on
22 January 15th, 2015, the rebuttal testimony of David

1 Sackett. It's been marked for identification as
2 Staff Exhibit 2.0. It consists of a cover page,
3 approximately 26 pages of question and answers. And
4 Attachments A, Part 1, A, Part 2, and Attachments B
5 through J.

6 Finally, on March 12th, 2015, the
7 surrebuttal testimony of David Sackett was filed on
8 E-docket. It's marked for identification as Staff
9 Exhibit 3.0. It consists of a cover page,
10 approximately 22 pages of questions and answers, and
11 Attachments A, Part 1, A, Part 2 and Attachment B.

12 And finally, Staff filed yesterday on
13 E-docket the affidavit of David Sackett. It's marked
14 for identification as Staff Exhibit 3.1.

15 At this time, Staff would move to
16 admit into evidence the previously mentioned
17 documents.

18 JUDGE JORGENSEN: Any objections?

19 MS. KLYASHEFF: No, your Honor.

20 JUDGE JORGENSEN: Hearing, none, Staff Exhibit
21 1.0 revised with Attachments, 2.0 with attachments,
22 3.0 with attachments and 3.1, the affidavit will be

1 admitted.

2 (Whereupon, Staff 1.0 revised
3 with Attachments, 2.0 with
4 attachments, 3.0 with
5 attachments and 3.1 were
6 admitted into evidence.)

7 JUDGE JORGENSEN: Anything further from Staff?

8 MS. TURNER: We have cross-exhibits that we
9 would like to move into evidence that are responses
10 to certain DRs issued by Staff and answered by the
11 companies.

12 Would you like us to move for those
13 now?

14 JUDGE JORGENSEN: Yeah, why don't you just move
15 for them now.

16 MS. TURNER: Okay. I handed copies of these to
17 parties in the room and we will also be filing them
18 on E-docket.

19 But at this time, Staff would move for
20 admission into evidence Staff Cross-Exhibit 1.0,
21 which is the Company's response to DAS 8.02 from
22 Docket No. 12-0512, Staff Cross-Exhibit 2, which is

1 the Company's response to DAS 18.03. Staff
2 Cross-Exhibit 3, which are the companies' responses
3 to DAS 36.01, 36.02, 36.03 and 36.04.

4 And finally, Staff Cross-Exhibit 4,
5 which is the Company's response to DAS 37.01.

6 JUDGE JORGENSEN: Any objections to entering
7 Staff Cross-Exhibits?

8 MS. KLYASHEFF: No, your Honor.

9 JUDGE JORGENSEN: Hearing none, Staff
10 Cross-Exhibits 1 through 4 will be entered.

11 MS. TURNER: Thank you.

12 (Whereupon, Staff Cross-Exhibits
13 Nos. 1 through 4 were admitted
14 into evidence.)

15 JUDGE JORGENSEN: For the company?

16 MS. KLYASHEFF: North Shore and Peoples Gas move
17 for the admission of the following:

18 The revised direct testimony of Linda
19 M. Kallas marked as NS/PGL 7.0 and filed as an errata
20 on E-docket March 25, 2015; the supplemental direct
21 testimony of Linda M. Kallas marked as NS/PGL
22 Exhibit 1.0 and filed on E-docket November 6, 2014;

1 the rebuttal testimony of Linda M. Kallas marked as
2 NS/PGL Exhibit 6.0 to which was appended NS/PGL
3 Exhibit 6.1, 6.2, 6.3 all filed on E-docket
4 February 13th, 2015; the revised direct testimony of
5 Gerard Julian, marked as NS/PGL Exhibit 8.0 to which
6 was appended NS/PGL 8.1 filed as an errata on
7 E-docket March 25, 2015; the supplemental direct
8 testimony of Mr. Julian marked as NS/PGL Exhibit 5.0
9 filed on E-docket No. 6/20/14; the supplemental
10 direct testimony of Elana Renier, marked as NS/PGL
11 Exhibit 2.0 to which was appended NS/PGL Exhibit 2.1
12 filed on E-docket November 6, 2014; the supplemental
13 direct testimony of Tracy Kupsh, marked NS/PGL
14 Exhibit 3.0 and filed on E-docket November 6, 2014
15 and the supplemental direct testimony of Christine
16 Gregor, marked as NS/PGL Exhibit 4.0 filed on
17 E-docket November 6, 2014.

18 I also request permission to late file
19 as exhibits the affidavit of these five witnesses
20 that I would propose to mark as follows Ms. Kallas'
21 affidavit as NS/PGL Exhibit 9.0, Mr. Julian's as
22 10.0, Ms. Renier's as 11.0, Ms. Kupsh's as 12.0 and

1 Ms. Gregor's as 13.0.

2 JUDGE JORGENSEN: Any objections?

3 (No response.)

4 Hearing none, NS/PGL Exhibits 7.0,

5 1.0, 6.0 with 6.1, 6.2, 6.3, 8.0, with 8.1. 5.0 with

6 2.0, 2.1, 3.0, 4.0 and 9.0, 10.0, 11.0, 12.0, 13.0

7 will be admitted. 9.8 through 13.0 will be late

8 filed.

9 (Whereupon, NS/PGL Exhibits 7.0,

10 1.0, 6.0 with 6.1, 6.2, 6.3,

11 8.0, with 8.1. 5.0 with 2.0,

12 2.1, 3.0, 4.0 and 9.0, 10.0,

13 11.0, 12.0, 13.0 were admitted

14 into evidence.)

15 JUDGE JORGENSEN: Are any of the actual

16 testimony is there confidential and public versions

17 if you know.

18 MS. KLYASHEFF: Not for North Shore and Peoples

19 Gas, no.

20 JUDGE JORGENSEN: Thank you.

21 Anything further to be entered into

22 the record?

1 MS. KLYASHEFF: None from the companies.

2 JUDGE JORGENSEN: We need to set a schedule for
3 initial briefs and reply briefs.

4 MR. FEELEY: Should we go off the record?

5 JUDGE JORGENSEN: Sure.

6 (Whereupon, a discussion was had
7 off the record.)

8 JUDGE JORGENSEN: All right. After discussions
9 off the record, initial simultaneous initial briefs
10 will be due April 28th. Reply briefs will be due
11 May 12th.

12 And any draft orders or position
13 statements, though not required and much appreciated,
14 will be due May 19th.

15 And I have required the parties to
16 come to an agreed outline and use that for their
17 briefing.

18 Is there anything further for the
19 record today?

20 MS. KLYASHEFF: No, your Honor.

21 MS. TURNER: Nothing from staff.

22 JUDGE JORGENSEN: I will go ahead and mark the

1 record heard and taken pending the filing of the late
2 affidavit.

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4 HEARD AND TAKEN

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CERTIFICATE OF REPORTER

STATE OF ILLINOIS)
) **SS:**
COUNTY OF COOK)

CASE NUMBER: 12-0273
 13-0612

TITLE: North Shore Gas Company and Peoples Gas Light
and Coke Company.

I, Carla L. Camiliere, CSR, do hereby
certify that I am a court reporter contracted by
SULLIVAN REPORTING COMPANY of Chicago, Illinois; that
I reported in shorthand the evidence taken at the
proceedings had in the hearing of the above-entitled
case on the 25th day of March 2015; that the
foregoing 14 pages are a true and correct transcript
of my shorthand notes so taken as aforesaid and
contains all of the proceedings directed by the
Commission or other person authorized by it to
conduct the said hearing to be stenographically
reported. Dated at Chicago, Illinois, this 9th day of
April 2015.

Carla L. Camiliere, CSR